

**PENSION COMMITTEE MEETING
MINUTES
AUGUST 7, 2001**

The regular meeting of the West Goshen Township Pension Committee was held on Tuesday, August 7, 2001, at 8:00 a.m. at the West Goshen Township Administration Building. Present at the meeting were Peter C. Anderson, Jacob Bowman, Jeanne M. Denham, Gary S. Hess, William R. Keenan, Sharon Lynn, John M. Scott, Richard Weinstein, and Dr. Robert S. White. Joseph E. Burt was not present. John Spagnola, of Spagnola-Cosack, Inc. was also in attendance. Mr. Weinstein called the meeting to order at 8:10 a.m.

Mr. Spagnola began his review of the 2nd quarter with better news pointing out that results were positive; although the economy continued to slow down, indications were not pointing to a recession.

In reviewing the Police Pension Fund, Mr. Spagnola stated that each asset class was within range, and not far off from their target levels. Only Scudder, holding international equities, lost .8% but all other managers showed a positive result including the other international equity manager, Deutsche Bank.

Mr. Weinstein asked if there was any concern that Turner was under performing on the downside overall. Mr. Spagnola did not believe this to be too significant at the time. Mr. Spagnola added that the small cap manager, Berger, continued to perform well and actually outpaced the indicated benchmark.

Mr. Spagnola brought the question of rebalancing to the Committee to bring growth and value funds in line. Mr. Weinstein questioned what other townships were doing about this problem and Mr. Spagnola advised that most others are rebalancing to even out their allocations. Mr. Weinstein thought it prudent to wait to rebalance. Mr. Keenan added that our targets are set, and now we're not within ranges, but Mr. Spagnola indicated that although the targets drifted a bit, we're still in compliance.

Mr. Anderson pointed out that the committee did a small amount of rebalancing last quarter and did not believe there was a need to do so this quarter. It was agreed that rebalancing would not be initiated at this time.

Mr. Spagnola continued to inform the committee that in reviewing the non-uniform pension plans, the total assets are all within ranges. The Administration and Roads Employees' Pension Plan showed a total return of 3.92% almost matching the target benchmark of 3.91% while the Sewer Employees' Pension Plan was slightly ahead of the benchmark.

Mr. Weinstein asked whether it would wise to consider possible allocation of real estate but Mr. Spagnola did not recommend doing so with a small group such as West Goshen.

The meeting was adjourned at 8:55 a.m. The next meeting will be on November 13, 2001 at 8:00 a.m..